

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**



W-02391A  
Cerbat Water Company  
2409 Ricca Dr  
Kingman, AZ 86401

**ANNUAL REPORT**  
**WATER**

**FOR YEAR ENDING**

12	31	2008
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FOR COMMISSION USE

ANN 04	08
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PROCESSED BY:

9-11-09

SCANNED

## COMPANY INFORMATION

**Company Name (Business Name)** CERBAT WATER COMPANY, INC.

**Mailing Address** 2409 RICCA DRIVE

(Street)

KINGMAN

(City)

ARIZONA

(State)

86401

(Zip)

(928) 753-1121

Telephone No. (Include Area Code)

(928) 753-1963

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

**Local Office Mailing Address** SAME AS ABOVE

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

## MANAGEMENT INFORMATION

**Management Contact:** B. MARC NEAL PRESIDENT

(Name)

(Title)

8163 E. HIGHWAY 66

(Street)

KINGMAN

(City)

AZ

(State)

86401

(Zip)

(928) 753-1121

Telephone No. (Include Area Code)

(928) 753-1963

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

**On Site Manager:** B. MARC NEAL

(Name)

SAME

(Street)

(City)

(State)

(Zip)

SAME

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.  
SEE ACCOUNTANT'S COMPILATION REPORT

**Statutory Agent:**

RICHARD SALLQUIST

(Name)

500 SOUTH LAKE SHORE DRIVE SUITE 339

(Street)

TEMPE

(City)

AZ

(State)

85282

(Zip)

(480) 839-5202

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Attorney:**

RICHARD SALLQUIST

(Name)

SAME

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address**

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☒ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

**Dennis, Schmich & Co., Ltd.**

Certified Public Accountants  
Member of the AICPA Private Companies Practice Section

**Telephone (602) 265-5900**

3839 North Third Street Suite 305  
Phoenix, Arizona 85012

The Board of Directors  
Cerbat Water Company, Inc.  
Kingman, Arizona

We have compiled the accompanying balance sheet for Cerbat Water Company, Inc. as of December 31, 2007 and 2008, the related comparative statement of income and expense for the years then ended included in the accompanying Utilities Division Annual Report prescribed by the Arizona Corporation Commission in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information on pages 4, 5, 13, and 15.

Our compilation was limited to presenting in the form prescribed by the Arizona Corporation Commission, information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them. These financial statements and supplemental information are presented in accordance with the requirements of the Arizona Corporation Commission, which differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

The supplementary information on pages 2, 3, 9, 10, 11, 12, 13A, 14, 16 and 17 contained in the accompanying prescribed form has not been audited, reviewed or compiled by us and, accordingly, we assume no responsibility for that information.

We are not independent with respect to Cerbat Water Company, Inc.

August 17, 2009

*Dennis, Schmich & Co., Ltd.*

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	4,500		4,500
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment	48,084	48,084	0
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	123,570	79,197	44,373
331	Transmission and Distribution Mains	839,612	465,728	373,884
333	Services	44,953	19,848	25,105
334	Meters and Meter Installations	48,285	24,917	23,368
335	Hydrants	25,580	5,408	20,172
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>1,134,584</b>	<b>643,182</b>	<b>491,402</b>

This amount goes on the Balance Sheet Acct. No. 108 

SEE ACCOUNTANT'S COMPILATION REPORT

COMPANY NAME CERBAT WATER COMPANY, INC.

### CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	4,500	N/A	0
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment	48,084	12.500%	0
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	123,570	5.000%	6,179
331	Transmission and Distribution Mains	839,612	2.000%	16,792
333	Services	44,953	3.330%	1,497
334	Meters and Meter Installations	48,285	8.330%	4,022
335	Hydrants	25,580	2.000%	512
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>1,134,584</b>		<b>29,002</b>

This amount goes on the Comparative Statement of Income and Expense  
Acct. No. 403.

CIAE amortization (3,934)

→ 25,068

SEE ACCOUNTANT'S COMPILATION REPORT

### **BALANCE SHEET**

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 519	\$ 1,490
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	6,479	2,356
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 6,998	\$ 3,846
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 1,108,708	\$ 1,134,584
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(614,180)	(643,182)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 494,528	\$ 491,402
	<b>TOTAL ASSETS</b>	\$ 501,526	\$ 495,248

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

### BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$	\$ 5,542
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	317	318
235	Customer Deposits		
236	Accrued Taxes	1,550	1,795
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	3,297	
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 5,164	\$ 7,655
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 324,990	\$ 344,337
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	677,471	697,689
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	196,718	196,718
272	Less: Amortization of Contributions	(165,242)	(169,176)
281	Accumulated Deferred Income Tax	(115,000)	(120,000)
	<b>TOTAL DEFERRED CREDITS</b>	\$ 593,947	\$ 605,231
	<b>TOTAL LIABILITIES</b>	\$ 924,101	\$ 957,223
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 204,341	\$ 204,341
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	(626,916)	(666,316)
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ (422,575)	\$ (461,975)
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 501,526	\$ 495,248

SEE ACCOUNTANT'S COMPILATION REPORT



**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$ 116,614	\$ 114,996
460	Unmetered Water Revenue		
474	Other Water Revenues	787	973
	<b>TOTAL REVENUES</b>	\$ 117,401	\$ 115,969
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water	48,194	48,659
615	Purchased Power	8,920	9,398
618	Chemicals		
620	Repairs and Maintenance		
621	Office Supplies and Expense		
630	Outside Services	56,822	68,789
635	Water Testing	2,968	2,055
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	457	2,883
403	Depreciation Expense	24,487	25,068
408	Taxes Other Than Income		
408.11	Property Taxes	3,099	3,438
409	Income Tax	(2,950)	(4,921)
	<b>TOTAL OPERATING EXPENSES</b>	\$ 141,997	\$ 155,369
	<b>OPERATING INCOME/(LOSS)</b>	\$ (24,596)	\$ (39,400)
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$	\$
	<b>NET INCOME/(LOSS)</b>	\$ (24,596)	\$ (39,400)

SEE ACCOUNTANT'S COMPILATION REPORT

<b>COMPANY NAME</b>	<b>CERBAT WATER COMPANY, INC.</b>
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**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	VAR			
Source of Loan	CLAUDE K. NEAL TRUST			
ACC Decision No.				
Reason for Loan	LINE OF CREDIT			
Dollar Amount Issued	\$ VAR	\$	\$	\$
Amount Outstanding	\$ 344,337	\$	\$	\$
Date of Maturity				
Interest Rate	VAR %	%	%	%
Current Year Interest	\$ 0	\$	\$	\$
Current Year Principle	\$ 0	\$	\$	\$

Meter Deposit Balance at Test Year End	\$ 30,677
Meter Deposits Refunded During the Test Year	\$ 6,312

SEE ACCOUNTANT'S COMPILATION REPORT

<b>COMPANY NAME</b>	<b>CERBAT WATER COMPANY, INC.</b>
<b>Name of System:</b>	<b>CERBAT WATER COMPANY      ADEQ Public Water System Number: 08-341</b>

## WATER COMPANY PLANT DESCRIPTION

### WELLS

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>

\* Arizona Department of Water Resources Identification Number

### OTHER WATER SOURCES

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>
CLAUDE K. NEAL FAMILY TRUST	5,700	29,852

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
20	2	9	N/A

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
500,000 GALLON	1		
22,000 GALLON	1		

***Note: If you are filing for more than one system, please provide separate sheets for each system.***

<b>COMPANY NAME</b>	<b>CERBAT WATER COMPANY, INC.</b>
<b>Name of System:</b>	<b>CERBAT WATER COMPANY ADEQ Public Water System Number: 08-341</b>

### **WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

#### **MAINS**

<b>Size (in inches)</b>	<b>Material</b>	<b>Length (in feet)</b>
2	PVC	1,200
3		
4	PVC	6,100
5		
6	PVC	17,815
8	PVC	30,909
10	PVC	5,112
12		

#### **CUSTOMER METERS**

<b>Size (in inches)</b>	<b>Quantity</b>
5/8 X 3/4	
3/4	259
1	6
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

**For the following three items, list the utility owned assets in each category for each system.**

#### **TREATMENT EQUIPMENT:**

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#### **STRUCTURES:**

- 1 500,000 GALLON STEEL TANK
- 1 22,000 GALLON STEEL TANK

#### **OTHER:**

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***Note: If you are filing for more than one system, please provide separate sheets for each system.***

<b>COMPANY NAME:</b> CERBAT WATER COMPANY, INC.
<b>Name of System:</b> CERBAT WATER COMPANY <b>ADEQ Public Water System Number:</b> 08-341

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2008**

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	266	1,634	1,634	1,634
FEBRUARY	259	1,165	1,165	1,165
MARCH	257	1,489	1,489	1,489
APRIL	234	2,094	2,094	2,094
MAY	268	2,225	2,225	2,225
JUNE	258	3,374	3,374	3,374
JULY	255	5,179	5,179	5,179
AUGUST	258	3,503	3,503	3,503
SEPTEMBER	260	2,448	2,448	2,448
OCTOBER	259	3,300	3,300	3,300
NOVEMBER	256	2,011	2,011	2,011
DECEMBER	256	1,430	1,430	1,430
<b>TOTALS →</b>		29,852	29,852	29,852

What is the level of arsenic for each well on your system? .002 mg/l

*(If more than one well, please list each separately.)*

If system has fire hydrants, what is the fire flow requirement? \_\_\_\_ GPM for \_\_\_\_ hrs  
(no requirement)

If system has chlorination treatment, does this treatment system chlorinate continuously?

( ) Yes                      ( X ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( ) Yes                      ( X ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes                      ( X ) No

If yes, provide the GPCPD amount: \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

**COMPANY NAME**      **CERBAT WATER COMPANY, INC. YEAR ENDING 12/31/2008**

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2008 was:    \$3,222

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

SEE ACCOUNTANT'S COMPILATION REPORT

COMPANY NAME: CERBAT WATER COMPANY, INC.

Name of System: CERBAT WATER CO. ADEQ Public Water System Number: 08-341

**UTILITY SHUTOFFS / DISCONNECTS**

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	0	0
FEBRUARY	0	0	0
MARCH	0	0	0
APRIL	0	0	0
MAY	0	0	0
JUNE	0	0	0
JULY	0	0	0
AUGUST	0	0	0
SEPTEMBER	0	0	0
OCTOBER	0	0	0
NOVEMBER	0	1	0
DECEMBER	0	0	0
TOTALS →	0	1	0

OTHER (description):

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SEE ACCOUNTANT'S COMPILATION REPORT

**VERIFICATION  
AND  
SWORN STATEMENT**  
Taxes

**VERIFICATION**

STATE OF ARIZONA  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)
<b>MOHAVE</b>
NAME (OWNER OR OFFICIAL) TITLE
<b>B. MARC NEAL, PRESIDENT</b>
COMPANY NAME
<b>CERBAT WATER COMPANY, INC.</b>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2008

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

*B Marc Neal*

SIGNATURE OF OWNER OR OFFICIAL

928-753-1121

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

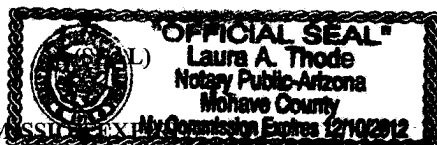
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

9

DAY OF

COUNTY NAME	MOHAVE	
MONTH	9	2009



MY COMMISSION EXPIRES

*Laura A. Thode*

SIGNATURE OF NOTARY PUBLIC



**COMPANY NAME**      CERBAT WATER COMPANY, INC.    **YEAR ENDING 12/31/2008**

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	_____ 0 _____
Estimated or Actual Federal Tax Liability	_____ 0 _____

State Taxable Income Reported	_____ 79 _____
Estimated or Actual State Tax Liability	_____ 79 _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	_____ 24,880 _____
Amount of Gross-Up Tax Collected	_____ _____
Total Grossed-Up Contributions/Advances	_____ 24,880 _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
**SIGNATURE**

9-9-09  
**DATE**

**B. MARC NEAL**

**PRESIDENT**

\_\_\_\_\_  
**PRINTED NAME**

\_\_\_\_\_  
**TITLE**

SEE ACCOUNTANT'S COMPILATION REPORT

**VERIFICATION  
AND  
SWORN STATEMENT**  
Intrastate Revenues Only

**VERIFICATION**

STATE OF   AZ  

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
<b>MOHAVE</b>
NAME (OWNER OR OFFICIAL) TITLE
<b>B. MARC NEAL, PRESIDENT</b>
COMPANY NAME
<b>CERBAT WATER COMPANY, INC.</b>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2008

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**


IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2008 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 121,723

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 6,727  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST  
INCLUDE SALES TAXES BILLED OR  
COLLECTED. IF FOR ANY OTHER REASON,  
THE REVENUE REPORTED ABOVE DOES NOT  
AGREE WITH TOTAL OPERATING REVENUES  
ELSEWHERE REPORTED, ATTACH THOSE  
STATEMENTS THAT RECONCILE THE  
DIFFERENCE. (EXPLAIN IN DETAIL)**

  
SIGNATURE OF OWNER OR OFFICIAL  
928-753-1121  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

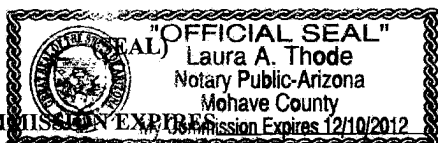
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

9<sup>th</sup>

DAY OF

COUNTY NAME	MOHAVE
MONTH	<u>9</u>
	<u>2009</u>



  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 12/10/2012

SEE ACCOUNTANT'S COMPILATION REPORT

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
Intrastate Revenues Only**

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME) <b>MOHAVE</b>	
NAME (OWNER OR OFFICIAL) <b>B. MARC NEAL</b>	TITLE: <b>PRESIDENT</b>
COMPANY NAME <b>CERBAT WATER COMPANY, INC.</b>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2008

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2008 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <u>117,330</u>

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 6,405  
IN SALES TAXES BILLED, OR COLLECTED)

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

  
SIGNATURE OF OWNER OR OFFICIAL

928-753-1121  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

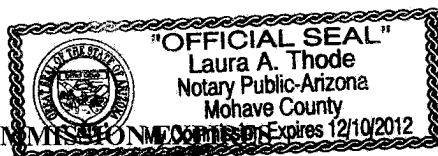
**THIS**

9th

**DAY OF**

NOTARY PUBLIC NAME	
COUNTY NAME <b>MOHAVE</b>	
MONTH <u>9</u>	<u>2009</u>

(SEAL)



MY COMMISSION EXPIRES 12/10/2012

X   
SIGNATURE OF NOTARY PUBLIC

MOHAVE COUNTY TREASURER Tax Receipt  
Phone: (928) 753-0737

Pg: 1

BATCH: 5988383

CNTR

Payment Date: 10/29/2008

Interest Date: 10/29/2008

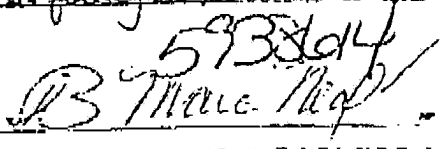
Printed by: BOYDC

Paid by: CERBAT WATER CO CK 2297

2409 RICCA DRIVE  
KINGMAN, AZ 86401

	Description	Amount	Balance Due --- If paid by
908-50-400	2008 TAXES	1,671.89	
	TOTL	1,671.89 *	1,671.89 BY 05/01/2009
	TOTAL PAID	1,671.89	

The balance due might contain amounts from  
previous delinquent years.  
OPERATING CVP PROPERTY

<b>CERBAT WATER COMPANY, INC.</b> 2409 RICCA DR. KINGMAN, AZ 86401		91-54771221 2227
PAY TO THE ORDER OF <u>Mohave County Treasurer</u>		<u>1549.66</u>
<u>One thousand five hundred forty four</u>		<u>100</u> DOLLARS
 B. M. McPherson	593804	
MEMO - <u>90K 50 400</u>	122210547212227116020601020110000154966	

#2227      3/28/08      \$1,549.66